

**ND TEACHERS FUND FOR RETIREMENT
INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2008**

| | October-08 | | | | September-08 | | | | Current | Prior Year | 3 Years | 5 Years |
|--|--------------------|--------------|--------------|----------------|--------------------|--------------|--------------|----------------|----------------|----------------|---------------|---------------|
| | Market Value | Allocation | Policy | Month | Market Value | Allocation | Policy | Quarter | Fiscal YTD | FY08 | Ended | Ended |
| | | | | Net ROR | | | | Net ROR | Net ROR | | 6/30/2008 | 6/30/2008 |
| | | | | | | | | | | | Net | Net |
| LARGE CAP DOMESTIC EQUITY | | | | | | | | | | | | |
| Structured Growth | | | | | | | | | | | | |
| LA Capital | 52,040,635 | 3.7% | 3.9% | -16.72% | 63,611,306 | 3.9% | 3.9% | -13.15% | -27.67% | -6.96% | 8.22% | N/A |
| Total Structured Growth | 52,040,635 | 3.7% | 3.9% | -16.72% | 63,611,306 | 3.9% | 3.9% | -13.15% | -27.67% | -6.96% | 8.22% | 10.32% |
| Russell 1000 Growth | | | | -17.61% | | | | -12.33% | -27.76% | -5.96% | 5.91% | 7.32% |
| Structured Value | | | | | | | | | | | | |
| LSV | 47,330,760 | 3.4% | 3.9% | -20.37% | 60,489,447 | 3.7% | 3.9% | -6.27% | -25.36% | -22.29% | 3.56% | 11.19% |
| Russell 1000 Value | | | | -17.31% | | | | -6.11% | -22.37% | -18.78% | 3.53% | 8.92% |
| Enhanced Russell 1000 Index | | | | | | | | | | | | |
| LA Capital | 44,029,077 | 3.1% | 3.3% | -15.79% | 53,904,887 | 3.3% | 3.3% | -9.44% | -23.74% | -10.70% | 6.55% | 9.03% |
| Russell 1000 | | | | -17.46% | | | | -9.35% | -25.18% | -12.36% | 4.81% | 8.22% |
| Enhanced S&P 500 Index | | | | | | | | | | | | |
| Northern Trust | 20,505,526 | 1.5% | 1.7% | -18.02% | 25,467,808 | 1.6% | 1.7% | -6.80% | -23.60% | -15.84% | 3.14% | 6.72% |
| Westridge | 46,032,829 | 3.3% | 3.6% | -16.71% | 56,240,216 | 3.4% | 3.6% | -8.06% | -23.42% | -12.25% | 4.94% | 8.02% |
| Wells Capital | 10,028,058 | 0.7% | 2.5% | -36.09% | 36,701,211 | 2.2% | 2.5% | -24.53% | -51.77% | -31.59% | N/A | N/A |
| European Credit Management | 14,770,407 | 1.0% | 1.7% | -35.90% | 23,460,793 | 1.4% | 1.7% | -21.07% | -49.40% | N/A | N/A | N/A |
| Prudential | 15,836,994 | 1.1% | 1.8% | -36.10% | 25,234,903 | 1.5% | 1.8% | -25.46% | -52.37% | N/A | N/A | N/A |
| Franklin | 20,799,840 | 1.5% | 1.7% | -16.47% | 25,322,906 | 1.5% | 1.7% | -12.12% | -26.59% | -13.65% | N/A | N/A |
| Total Enhanced S&P 500 Index | 127,973,654 | 9.1% | 13.0% | -25.43% | 192,427,837 | 11.7% | 13.0% | -16.16% | -37.48% | -18.66% | 2.40% | 6.45% |
| S&P 500 | | | | -16.79% | | | | -8.37% | -23.76% | -13.12% | 4.41% | 7.58% |
| Absolute Return Strategy | | | | | | | | | | | | |
| Epoch | 33,786,708 | 2.4% | 2.0% | -11.41% | 27,914,836 | 1.7% | 2.0% | -12.66% | -22.63% | -6.84% | N/A | N/A |
| S&P 500 | | | | -16.79% | | | | -8.37% | -23.76% | -13.12% | | |
| S&P 500 Index | | | | | | | | | | | | |
| State Street | 18,932,025 | 1.3% | 2.0% | -17.05% | 30,209,752 | 1.8% | 2.0% | -11.64% | -26.70% | -18.23% | 2.99% | 6.70% |
| S&P 500 | | | | -16.79% | | | | -8.37% | -23.76% | -13.12% | 4.41% | 7.58% |
| Asset Allocation Overlay | | | | | | | | | | | | |
| Clifton (notional exposure \$28,938,185) | 187,286 | 0.0% | 0.0% | N/A | | | | | | | | |
| S&P 500 | | | | -16.79% | | | | -8.37% | -23.76% | -13.12% | 4.41% | 7.58% |
| TOTAL LARGE CAP DOMESTIC EQUITY | 324,280,145 | 23.0% | 28.0% | -20.71% | 428,558,066 | 26.1% | 28.0% | -13.07% | -31.07% | -16.11% | 4.22% | 8.17% |
| S&P 500 | | | | -16.79% | | | | -8.37% | -23.76% | -13.12% | 4.41% | 7.58% |
| SMALL CAP DOMESTIC EQUITY | | | | | | | | | | | | |
| Manager-of-Managers | | | | | | | | | | | | |
| SEI | 82,682,544 | 5.9% | 7.2% | -22.59% | 114,385,420 | 7.0% | 7.2% | -1.30% | -23.60% | -22.41% | 1.06% | 8.52% |
| Russell 2000 + 200bp | | | | -20.64% | | | | -0.61% | -21.12% | -14.48% | 5.88% | 12.50% |
| Callan | 35,233,612 | 2.5% | 2.8% | -22.44% | 45,344,197 | 2.8% | 2.8% | -7.13% | -27.97% | -15.44% | N/A | N/A |
| Russell 2000 | | | | -20.80% | | | | -1.11% | -21.68% | -16.19% | | |
| Asset Allocation Overlay | | | | | | | | | | | | |
| Clifton (notional exposure \$28,220,136) | 518,875 | 0.0% | 0.0% | N/A | | | | | | | | |
| Russell 2000 | | | | | | | | | | | | |
| TOTAL SMALL CAP DOMESTIC EQUITY | 118,435,030 | 8.4% | 10.0% | -22.55% | 159,729,616 | 9.7% | 10.0% | -2.98% | -24.85% | -20.36% | 2.11% | 9.20% |
| Russell 2000 | | | | -20.80% | | | | -1.11% | -21.68% | -16.19% | 3.79% | 10.29% |
| INTERNATIONAL EQUITY | | | | | | | | | | | | |
| Large Cap - Core | | | | | | | | | | | | |
| State Street | 19,963,473 | 1.4% | 1.8% | -22.32% | 25,678,946 | 1.6% | 1.8% | -21.95% | -39.38% | -13.11% | 12.40% | 14.27% |
| MSCI EAFE (1) | | | | -20.18% | | | | -20.56% | -36.59% | -10.61% | 12.84% | 14.86% |
| Large Cap - Active | | | | | | | | | | | | |
| Capital Guardian | 66,657,279 | 4.7% | 5.4% | -19.00% | 82,637,202 | 5.0% | 5.4% | -18.64% | -34.10% | -13.89% | 11.58% | 14.15% |
| LSV | 62,569,107 | 4.4% | 5.4% | -20.12% | 78,246,506 | 4.8% | 5.4% | -17.25% | -33.90% | -23.98% | 8.07% | N/A |
| Total Large Cap - Active | 129,226,386 | 9.2% | 12.6% | -19.55% | 160,883,709 | 9.8% | 12.6% | -17.97% | -34.01% | -20.05% | 9.04% | 13.03% |
| MSCI EAFE - 50% Hedged | | | | -17.28% | | | | -16.79% | -31.17% | -15.14% | 10.93% | 14.67% |
| Small Cap - Active | | | | | | | | | | | | |
| DFA | 19,956,121 | 1.4% | 1.8% | -21.76% | 25,507,684 | 1.6% | 1.8% | -20.80% | -38.03% | N/A | N/A | N/A |
| Wellington | 19,234,591 | 1.4% | 1.8% | -21.99% | 24,630,512 | 1.5% | 1.8% | -25.78% | -42.10% | -15.19% | 9.83% | 16.11% |
| Total Small Cap - Active | 39,190,712 | 2.8% | 3.6% | -21.87% | 50,138,196 | 3.1% | 3.6% | -23.33% | -40.10% | -15.60% | 9.53% | 16.89% |
| S&P/Citigroup BMI EPAC < \$2BN | | | | -23.80% | | | | -23.50% | -41.71% | -19.12% | 10.36% | 19.26% |
| Asset Allocation Overlay | | | | | | | | | | | | |
| Clifton (notional exposure \$) | - | 0.0% | 0.0% | N/A | | | | | | | | |
| MSCI EAFE | | | | | | | | | | | | |
| TOTAL INTERNATIONAL EQUITY | 188,380,571 | 13.3% | 18.0% | -20.34% | 236,700,851 | 14.4% | 18.0% | -19.61% | -35.96% | -18.47% | 9.51% | 13.93% |
| MSCI EAFE - 50% Hedged | | | | -17.28% | | | | -16.79% | -31.17% | -15.14% | 10.93% | 14.67% |
| EMERGING MARKETS EQUITY | | | | | | | | | | | | |
| Core | | | | | | | | | | | | |
| JP Morgan | 8,254,815 | 0.6% | 0.9% | -25.95% | 11,136,911 | 0.7% | 0.9% | -22.87% | -42.88% | 3.57% | N/A | N/A |
| PanAgora | 7,687,393 | 0.5% | 0.9% | -28.82% | 10,790,978 | 0.7% | 0.9% | -27.52% | -48.41% | 7.21% | N/A | N/A |
| WestLB | 8,031,114 | 0.6% | 0.9% | -27.69% | 11,074,144 | 0.7% | 0.9% | -28.00% | -47.93% | 11.12% | N/A | N/A |
| UBS | 10,342,329 | 0.7% | 0.8% | -29.36% | 14,678,793 | 0.9% | 0.9% | -27.00% | -48.44% | 5.82% | N/A | N/A |
| Total Core | 34,315,651 | 2.4% | 3.4% | -28.05% | 47,680,826 | 2.9% | 3.5% | -26.44% | -47.08% | 6.87% | 27.76% | 29.00% |
| MSCI Emerging Markets | | | | -27.35% | | | | -26.86% | -46.86% | 4.89% | 27.52% | 22.84% |

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| | October-08 | | | | September-08 | | | | Current | Prior Year | 3 Years | 5 Years |
|--|--------------|----------------------|--------|------------------|--------------|----------------------|--------|--------------------|---------|------------|---------------------------|---------------------------|
| | Market Value | Allocation Actual | Policy | Month Net ROR | Market Value | Allocation Actual | Policy | Quarter Net ROR | Net ROR | Net ROR | Ended 6/30/2008 Net | Ended 6/30/2008 Net |
| Small Cap | | | | | | | | | | | | |
| DFA | 7,855,465 | 0.6% | 1.0% | -30.34% | 11,277,480 | 0.7% | 1.0% | -24.25% | -47.23% | -13.68% | N/A | N/A |
| MSCI Emerging Markets | | | | -27.35% | | | | -26.86% | -46.86% | 4.89% | | |
| Private Equity | | | | | | | | | | | | |
| Capital International | 6,492,908 | 0.5% | 0.5% | 0.00% | 6,492,908 | 0.4% | 0.4% | 6.52% | 6.52% | N/A | N/A | N/A |
| MSCI Emerging Markets | | | | -27.35% | | | | -26.86% | -46.86% | | | |
| Infrastructure | | | | | | | | | | | | |
| JP Morgan | 3,072,513 | 0.2% | 0.2% | 0.00% | 3,208,968 | 0.2% | 0.2% | N/A | N/A | N/A | N/A | N/A |
| TOTAL EMERGING MARKETS EQUITY | 51,736,537 | 3.7% | 5.0% | -24.46% | 68,660,183 | 4.2% | 5.0% | -23.25% | -42.03% | 2.99% | 27.07% | 28.58% |
| MSCI Emerging Markets | | | | -27.35% | | | | -26.86% | -46.86% | 4.89% | 27.52% | 30.15% |
| DOMESTIC FIXED INCOME | | | | | | | | | | | | |
| Core Bond | | | | | | | | | | | | |
| Western Asset | 12,258,779 | 0.9% | 0.7% | -7.59% | 16,167,806 | 1.0% | 0.9% | -6.30% | -13.41% | -0.30% | 1.78% | 2.90% |
| Lehman Aggregate | | | | -2.36% | | | | -0.49% | -2.84% | 7.12% | 4.09% | 3.86% |
| Index | | | | | | | | | | | | |
| Bank of ND | 21,095,967 | 1.5% | 1.0% | -2.29% | 24,375,407 | 1.5% | 1.3% | -1.64% | -3.90% | 7.70% | 3.93% | 3.57% |
| Total Index | 21,095,967 | 1.5% | 1.0% | -2.29% | 24,375,407 | 1.5% | 1.3% | -1.64% | -3.90% | 7.70% | 4.17% | 3.91% |
| Lehman Gov/Credit | | | | -2.51% | | | | -1.64% | -4.10% | 7.24% | 3.84% | 3.58% |
| Enhanced | | | | | | | | | | | | |
| Westridge | 15,873,682 | 1.1% | 0.8% | 6.42% | 16,219,651 | 1.0% | 0.8% | 2.75% | 9.35% | N/A | N/A | N/A |
| Lehman Aggregate | | | | -2.36% | | | | -0.49% | -2.84% | | | |
| Convertibles | | | | | | | | | | | | |
| Calamos (2) | 12,002,514 | 0.9% | 0.7% | -15.88% | 16,130,183 | 1.0% | 0.9% | -11.09% | -25.21% | -2.86% | N/A | N/A |
| Total Convertibles | 12,002,514 | 0.9% | 0.7% | -15.88% | 16,130,183 | 1.0% | 0.9% | -11.09% | -25.21% | -2.86% | 4.55% | 2.71% |
| Merrill Lynch All Convertibles (3) | | | | -17.99% | | | | -17.56% | -32.39% | -6.36% | 5.72% | 6.36% |
| BBB Average Quality | | | | | | | | | | | | |
| Wells Capital | 15,798,152 | 1.1% | 0.7% | -8.24% | 17,666,365 | 1.1% | 0.9% | -3.78% | -11.71% | 3.70% | 3.26% | 4.56% |
| Lehman BBB | | | | -10.95% | | | | -4.85% | -15.26% | 2.62% | 2.52% | 3.44% |
| Senior Debt | | | | | | | | | | | | |
| PIMCO | 8,813,724 | 0.6% | 0.6% | 0.00% | 5,913,826 | 0.4% | 0.4% | N/A | N/A | N/A | N/A | N/A |
| Lehman Aggregate | | | | -2.36% | | | | -0.49% | -2.84% | 7.12% | 4.09% | N/A |
| Private Debt | | | | | | | | | | | | |
| Prudential | 15,601,506 | 1.1% | 0.7% | -2.21% | 17,079,046 | 1.0% | 0.9% | -1.79% | -3.96% | 3.32% | 3.41% | N/A |
| Lehman Aggregate | | | | -2.36% | | | | -0.49% | -2.84% | 7.12% | 4.09% | N/A |
| Timberland | | | | | | | | | | | | |
| TIR - Teredo (4) | 21,120,506 | 1.5% | 1.5% | -0.38% | 21,752,454 | 1.3% | 1.3% | -0.14% | -0.51% | 22.02% | 15.15% | 14.07% |
| TIR - Springbank | 46,604,923 | 3.3% | 3.3% | -0.26% | 47,848,523 | 2.9% | 2.9% | -0.43% | -0.69% | 15.25% | 18.41% | N/A |
| Total Timberland | 67,725,429 | 4.8% | 4.8% | -0.30% | 69,600,977 | 4.2% | 4.2% | -0.34% | -0.64% | 17.50% | 17.86% | 21.14% |
| NCREIF Timberland Index | | | | 0.33% | | | | 0.99% | 1.32% | 19.96% | 17.12% | 14.70% |
| Infrastructure | | | | | | | | | | | | |
| JP Morgan | 33,918,836 | 2.4% | 2.4% | -0.13% | 34,761,981 | 2.1% | 2.1% | 3.31% | 3.17% | 13.28% | N/A | N/A |
| Asset Allocation Overlay | | | | | | | | | | | | |
| Clifton (notional exposure \$-28,713,490) | 16,657 | 0.0% | 0.0% | N/A | | | | | | | | |
| Lehman Aggregate | | | | | | | | | | | | |
| TOTAL DOMESTIC FIXED INCOME | 203,105,246 | 14.4% | 12.0% | -2.48% | 217,915,243 | 13.3% | 12.0% | -1.50% | -3.93% | 9.02% | 8.15% | 9.65% |
| Lehman Aggregate | | | | -2.36% | | | | -0.49% | -2.84% | 7.12% | 4.09% | 3.86% |
| HIGH YIELD BONDS | | | | | | | | | | | | |
| Core | | | | | | | | | | | | |
| Loomis Sayles | 41,270,132 | 2.9% | 2.7% | -17.44% | 49,422,399 | 3.0% | 2.9% | -12.73% | -27.95% | -1.43% | 5.39% | N/A |
| Sutter/Wells Capital | 31,933,382 | 2.3% | 2.4% | -36.09% | 49,120,979 | 3.0% | 2.7% | -6.97% | -40.55% | -6.12% | 2.58% | N/A |
| Total Core | 73,203,515 | 5.2% | 5.0% | -26.74% | 98,543,379 | 6.0% | 5.6% | -10.04% | -34.09% | -3.71% | 4.01% | 4.88% |
| LB High Yield 2% Issuer Contstrained Index | | | | -16.09% | | | | -8.56% | -23.27% | -1.75% | 4.48% | N/A |
| Mezzanine Debt | | | | | | | | | | | | |
| Goldman Sachs 2006 Fund | 3,183,586 | 0.2% | 0.2% | 0.00% | 3,183,586 | 0.2% | 0.2% | -6.02% | -6.02% | -3.89% | N/A | N/A |
| Goldman Sachs Fund V | 5,035,795 | 0.4% | 0.4% | 0.00% | 5,035,795 | 0.3% | 0.3% | 2.67% | 2.67% | N/A | N/A | N/A |
| TCW | 11,853,237 | 0.8% | 0.8% | 1.24% | 8,876,671 | 0.5% | 0.5% | 2.02% | 3.28% | 7.26% | N/A | N/A |
| Total Mezzanine Debt | 20,072,618 | 1.4% | 1.4% | 0.64% | 17,096,052 | 1.0% | 1.0% | 0.60% | 1.25% | 0.49% | N/A | N/A |
| LB High Yield 2% Issuer Contstrained Index | | | | -16.09% | | | | -8.56% | -1.75% | 11.22% | | |
| Distressed Mortgages | | | | | | | | | | | | |
| PIMCO | 9,485,138 | 0.7% | 0.7% | -8.78% | 7,971,709 | 0.5% | 0.5% | 0.96% | -7.90% | N/A | N/A | N/A |
| Declaration Management | 2,737,394 | 0.2% | 0.2% | -2.40% | 1,953,343 | 0.1% | 0.1% | -3.65% | -5.96% | N/A | N/A | N/A |
| Total Distressed Mortgages | 12,222,532 | 0.9% | 0.9% | -7.52% | 9,925,052 | 0.6% | 0.6% | 0.02% | -7.51% | N/A | N/A | N/A |
| LB High Yield 2% Issuer Contstrained Index | | | | -16.09% | | | | -8.56% | -23.27% | | | |
| TOTAL HIGH YIELD BONDS | 105,498,664 | 7.5% | 7.0% | -21.49% | 125,564,483 | 7.7% | 7.0% | -7.92% | -27.71% | -4.27% | 3.82% | 6.32% |
| LB High Yield 2% Issuer Contstrained Index | | | | -16.09% | | | | -8.56% | -23.27% | -1.75% | 4.48% | 6.88% |

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| | Market Value | Allocation | Month | Net ROR | Market Value | Allocation | Quarter | Net ROR | Fiscal YTD | FY08 | Ended | Ended |
| | | Actual | Policy | | | Actual | Policy | | | | 6/30/2008 | 6/30/2008 |
| | | | | | | | | | | | Net | Net |
| INTERNATIONAL FIXED INCOME | | | | | | | | | | | | |
| <i>International Sovereign</i> | | | | | | | | | | | | |
| <i>UBS Global (Brinson)</i> | 41,037,816 | 2.9% | 2.5% | -3.30% | 42,428,309 | 2.6% | 2.5% | -4.51% | -7.66% | 17.24% | 5.56% | 6.49% |
| <i>Citigroup Non-US Gov't Bond Index (5)</i> | | | | -2.54% | | | | -4.25% | -6.69% | 18.73% | 6.63% | 7.04% |
| <i>International Core</i> | | | | | | | | | | | | |
| <i>Brandywine</i> | 39,682,698 | 2.8% | 2.5% | -10.40% | 44,279,671 | 2.7% | 2.5% | -5.68% | -15.49% | 10.78% | 7.06% | 8.51% |
| <i>Lehman Global Aggregate (ex-US)</i> | | | | -4.42% | | | | -5.90% | -10.06% | 16.53% | 7.88% | 7.38% |
| TOTAL INTERNATIONAL FIXED INCOME | 80,720,515 | 5.7% | 5.0% | -6.93% | 86,707,980 | 5.3% | 5.0% | -5.11% | -11.69% | 13.90% | 6.31% | 7.50% |
| <i>Citigroup Non-US Gov't Bond Index (5)</i> | | | | -2.54% | | | | -4.25% | -6.69% | 18.73% | 6.66% | 7.06% |
| REAL ESTATE | | | | | | | | | | | | |
| INVESCO - Core | 93,725,344 | | | -0.03% | 94,315,007 | | | 0.63% | 0.59% | 8.27% | 15.34% | 14.88% |
| INVESCO - Fund II | 6,630,741 | | | -24.68% | 1,808,908 | | | -1.85% | -26.08% | N/A | N/A | N/A |
| J.P. Morgan Strategic & Special Funds | 86,087,194 | | | -0.03% | 87,064,684 | | | -1.95% | -1.98% | 5.69% | 15.27% | 15.26% |
| J.P. Morgan Alternative Property Fund | 22,587,308 | | | -4.90% | 23,786,990 | | | -0.60% | -5.48% | 4.59% | N/A | N/A |
| J.P. Morgan Greater China Property Fund | 2,570,050 | | | 0.00% | 2,570,050 | | | -5.24% | -5.24% | N/A | N/A | N/A |
| TOTAL REAL ESTATE | 211,600,636 | 15.0% | 9.0% | -0.80% | 209,545,639 | 12.8% | 9.0% | -0.72% | -1.51% | 6.31% | 14.44% | 14.53% |
| <i>NCREIF TOTAL INDEX</i> | | | | -0.06% | | | | -0.17% | -0.23% | 9.20% | 14.82% | 14.63% |
| ALTERNATIVE INVESTMENTS | | | | | | | | | | | | |
| Brinson IVCF III | 243,271 | | | 0.00% | 243,271 | | | -3.01% | -3.01% | 43.92% | 56.47% | 38.94% |
| Coral Partners V | 4,242,225 | | | 0.00% | 4,267,975 | | | 0.00% | 0.00% | 9.09% | 5.22% | -8.23% |
| Coral Partners V - Supplemental | 499,546 | | | 0.00% | 498,449 | | | 10.51% | 10.51% | -6.34% | 3.94% | 6.41% |
| Coral Momentum Fund (Formerly Fund VI) | 8,182,884 | | | 0.00% | 8,182,884 | | | -4.97% | -4.97% | 13.96% | -3.63% | -7.09% |
| Brinson 1998 Partnership Fund | 487,054 | | | 0.00% | 487,054 | | | -3.84% | -3.84% | 6.92% | 17.74% | 16.40% |
| Brinson 1999 Partnership Fund | 1,496,536 | | | 0.00% | 1,496,536 | | | -2.15% | -2.15% | 13.32% | 15.81% | 14.25% |
| Brinson 2000 Partnership Fund | 4,768,245 | | | 0.00% | 4,768,245 | | | -10.02% | -10.02% | 21.82% | 21.03% | 17.78% |
| Brinson 2001 Partnership Fund | 4,270,848 | | | 0.00% | 4,270,848 | | | -1.08% | -1.08% | 2.23% | 12.37% | 9.49% |
| Brinson 2002 Partnership Fund | 2,102,913 | | | 0.00% | 2,102,913 | | | -5.82% | -5.82% | 3.20% | 14.93% | 10.72% |
| Brinson 2003 Partnership Fund | 823,483 | | | 0.00% | 823,483 | | | 2.40% | 2.40% | -6.42% | 16.42% | 8.89% |
| Total Brinson Partnership Funds | 13,949,079 | | | 0.00% | 13,949,079 | | | -4.98% | -4.98% | 13.85% | 17.75% | 14.80% |
| Brinson 1999 Non-US Partnership Fund | 662,634 | | | 0.00% | 717,773 | | | -1.11% | -1.11% | -9.78% | 38.86% | 33.76% |
| Brinson 2000 Non-US Partnership Fund | 1,480,741 | | | 0.00% | 1,598,460 | | | -3.21% | -3.21% | 27.03% | 38.56% | 28.82% |
| Brinson 2001 Non-US Partnership Fund | 1,093,451 | | | 0.00% | 1,093,451 | | | -8.05% | -8.05% | 13.44% | 15.89% | 14.66% |
| Brinson 2002 Non-US Partnership Fund | 2,691,965 | | | 0.00% | 2,862,483 | | | -5.05% | -5.05% | 14.08% | 43.86% | 31.81% |
| Brinson 2003 Non-US Partnership Fund | 2,460,254 | | | 0.00% | 2,460,254 | | | 3.32% | 3.32% | 24.92% | 42.47% | 23.29% |
| Brinson 2004 Non-US Partnership Fund | 1,187,160 | | | 0.00% | 1,187,160 | | | -4.17% | -4.17% | 29.16% | 25.88% | N/A |
| Total Brinson Non-US Partnership Fund | 9,576,204 | | | 0.00% | 9,919,580 | | | -2.76% | -2.76% | 18.83% | 37.12% | 28.34% |
| Adams Street 2008 Non-US Partnership Fd | 242,233 | | | 0.00% | 242,233 | | | -3.86% | -3.86% | N/A | N/A | N/A |
| Brinson BVCF IV | 7,686,887 | | | 0.00% | 7,686,887 | | | 7.08% | 7.08% | -1.94% | 7.62% | 9.88% |
| Adams Street Direct Co-investment Fund | 8,456,003 | | | 0.00% | 8,456,003 | | | -3.78% | -3.78% | 4.06% | N/A | N/A |
| Matlin Patterson Global Opportunities | 2,850,433 | | | 0.00% | 2,850,433 | | | -27.00% | -27.00% | -29.56% | -11.62% | 9.60% |
| Matlin Patterson Global Opportunities II | 14,821,382 | | | 0.00% | 14,821,382 | | | -10.56% | -10.56% | -5.55% | 8.69% | N/A |
| Matlin Patterson Global Opportunities III | 8,299,867 | | | 0.00% | 8,299,867 | | | 1.13% | 1.13% | -20.02% | N/A | N/A |
| InvestAmerica | 3,725,645 | | | 0.00% | 3,725,645 | | | 0.00% | 0.00% | 27.36% | 13.22% | 1.67% |
| Hearthstone MSII | 0 | | | 0.00% | 0 | | | -100.00% | -100.00% | -62.01% | -100.00% | -100.00% |
| Hearthstone MSIII | 490,284 | | | 0.00% | 490,284 | | | -33.76% | -33.76% | -10.75% | 63.82% | N/A |
| Corsair III | 4,665,007 | | | 0.00% | 6,521,549 | | | -6.63% | -6.63% | 64.04% | N/A | N/A |
| Corsair III - ND Investors LLC | 4,983,635 | | | 0.00% | 4,983,635 | | | 0.00% | 0.00% | N/A | N/A | N/A |
| Quantum Resources | 826,916 | | | 0.00% | 118,188 | | | -91.16% | -91.16% | -52.44% | N/A | N/A |
| Quantum Energy Partners | 1,938,271 | | | 0.00% | 1,465,200 | | | -0.52% | -0.52% | -3.17% | N/A | N/A |
| TOTAL ALTERNATIVE INVESTMENTS (6) | 95,679,770 | 6.8% | 5.0% | 0.00% | 96,722,543 | 5.9% | 5.0% | -5.94% | -5.94% | 4.55% | 10.80% | 10.53% |
| CASH EQUIVALENTS | | | | | | | | | | | | |
| Northern Trust STIF | 19,196,570 | | | 0.14% | 3,440,283 | | | 0.49% | 0.63% | 0.70% | 3.40% | 2.76% |
| Bank of ND | 13,017,545 | | | 0.13% | 5,597,705 | | | N/A | N/A | N/A | N/A | N/A |
| TOTAL CASH EQUIVALENTS | 32,214,115 | 2.3% | 1.0% | 0.13% | 9,037,988 | 0.6% | 1.0% | 0.48% | 0.62% | 0.70% | 3.40% | 2.76% |
| <i>90 Day T-Bill</i> | | | | 0.11% | | | | 0.63% | 0.74% | 3.63% | 4.27% | 3.18% |
| TOTAL FUND | 1,411,651,229 | 100.0% | 100.0% | -14.02% | 1,639,142,592 | 100.0% | 100.0% | -9.56% | -22.23% | -7.51% | 8.42% | 11.50% |
| POLICY TARGET BENCHMARK | | | | -12.80% | | | | -8.11% | -19.87% | -5.17% | 8.32% | 10.90% |

NOTE: Monthly returns and market values are preliminary and subject to change.

- (1) This benchmark was changed to the MSCI EAFE (unhedged) as of December 1, 2004.
- (2) TCW was terminated on September 22, 2006. The portfolio was transferred to Calamos on October 5, 2006.
- (3) Prior to January 1, 2005, the benchmark was the First Boston Convertible Index.
- (4) Prior to June 1, 2006, the Toredos properties were under the management of RMK.
- (5) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.
- (6) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.